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GLENN R. ROBISON
DIVISION HEAD

April 9, 2009

Honorable Members of the City Council
City Hall, Room 395
200 North Spring Street
Los Angeles, California 90012

Council District 4

REGARDING: THE LARCHMONT VILLAGE (PROPERTY-BASED) BUSINESS IMPROVEMENT DISTRICT'S 2009 FISCAL YEAR ANNUAL PLANNING REPORT

Honorable Members:

The Office of the City Clerk has received the Annual Planning Report for the Larchmont Village Business Improvement District's ("District") 2009 fiscal year (CF 06-2371). The owners' association of the District has caused to be prepared the Annual Planning Report for City Council's consideration. In accordance with Section 36600 et seq. of the California Streets and Highways Code ("State Law"), an Annual Planning Report for the District must be submitted for approval by the City Council. The Larchmont Village Business Improvement District's Annual Planning Report for the 2009 fiscal year is presented with this transmittal for City Council's consideration as "Attachment 1."

BACKGROUND

The Larchmont Village Business Improvement District was established on October 2, 2002 by and through the City Council's adoption of Ordinance No. 174,873, which confirmed the assessments to be levied upon properties within the District, as described in the District's Management District Plan. The City Council established the District pursuant to State Law.

ANNUAL PLANNING REPORT REQUIREMENTS

The State Law requires that the District's owners' association shall cause to be prepared, for City Council's consideration, an Annual Planning Report for each fiscal year for which assessments are to be levied and collected to pay for the costs of the planned District improvements and activities. The Annual Planning Report shall be filed with the City Clerk and shall refer to the district by name, specify the fiscal year to which

the report applies, and, with respect to that fiscal year, shall contain all of the following: any proposed changes in the boundaries of the district or in any benefit zones within the district; the improvements and activities to be provided for that fiscal year; an estimate of the cost of providing the improvements and the activities for that fiscal year; the method and basis of levying the assessment in sufficient detail to allow each real property owner to estimate the amount of the assessment to be levied against his or her property for that fiscal year; the amount of any surplus or deficit revenues to be carried over from a previous fiscal year; and the amount of any contributions to be made from sources other than assessments levied.

The attached Annual Planning Report, which was approved by the District's Board at their meeting on January 30, 2009, complies with the requirements of the State Law and reports that programs will continue, as outlined in the Management District Plan adopted by the District property owners. The City Council may approve the Annual Planning Report as filed by the District's owners' association or may modify any particulars contained in the Annual Planning Report, in accordance with State Law, and approve it as modified.

FISCAL IMPACT

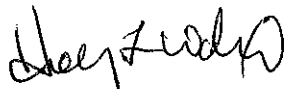
There is no impact to the General Fund associated with this action.

RECOMMENDATIONS

That the City Council:

1. FIND that the attached Annual Planning Report for the Larchmont Village Business Improvement District's 2009 fiscal year complies with the requirements of the State Law.
2. ADOPT the attached Annual Planning Report for the Larchmont Village Business Improvement District's 2009 fiscal year, pursuant to the State Law.

Sincerely,



Karen E. Kalfayan
Interim City Clerk

KEK:HLW:GRR:MCP:RMH:ev

Attachment: Larchmont Village Business Improvement District's 2009 Fiscal Year Annual Planning Report

**Larchmont Village Property Owners Association
200 North Larchmont Boulevard
Los Angeles, California 90004-3703
Phone (626) 584-8007
Fax (626) 584-0961**

March 27, 2009

Mr. Eugene Van Cise
Administrative Services
Office of the City Clerk, Room 224
200 North Spring Street
Los Angeles, CA 90012

RECEIVED
APR - 1 2009
ADMIN. SVCS

RE: 2009 Annual Planning Report for the Larchmont Village Business Improvement District

Dear Mr. Van Cise,

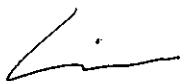
On January 30, 2009, the Larchmont Village Property Owners Association, a California Non-Profit organization contracted through agreement No. C-104360 with the City of Los Angeles to manage services provided to the Larchmont Village Business Improvement District, met with our Advisory Board to review the proposed 2009 budget and activities.

During the meeting of January 30, 2009, the BID management company presented the attached 2009 Annual Planning Report to our Advisory Board. The report was approved by the Advisory Board at that meeting.

On behalf of the Advisory Board, I would like to present the 2009 Annual Planning Report for the Larchmont Village Business Improvement District to the Office of the City Clerk and to the Los Angeles City Council for their review and approval.

Please ask me if you have any questions.

Sincerely,



Erin M. Dolan
Manager

2009 Annual Planning Report

Larchmont Village Business Improvement District

District Name: This report is for the Larchmont Village Business Improvement District

Fiscal Year of Report: This report covers proposed activities from January 1, 2009 through December 31, 2009.

Boundaries: The boundaries of the Larchmont Village Business Improvement District will remain the same for the 2009 fiscal year as in previous fiscal years and as listed in the Management District Plan, which is: the east and west sides of Larchmont Boulevard between Beverly Boulevard on the north and 1st Street on the south. A more detailed description of the boundaries is listed in the Management District Plan.

Benefit Zones: The benefit zones for the Larchmont Village Business Improvement District will remain the same for the 2009 fiscal year as in previous fiscal years. There is only one benefit zone.

Improvements and Activities for 2009: The following are the improvements and activities planned for the Larchmont Village Business Improvement District in order by category as listed in the Management District Plan:

1) **Security:** The merchants' association had been paying for a part time security guard who provided safety along the sidewalks. The BID agreed to help with the cost of the security guard, which was started with the holiday season, Christmas 2002. The cost to the BID of providing the security for 2009 is estimated at \$15,000, or 19% of the budget.

2) **Sidewalk and Trash Bin Maintenance:** Clean Street provides both trash collection and porter services for Larchmont Blvd. The Resource Collection is responsible for monthly pressure cleaning of the sidewalks and for pressure cleaning the lids on the sidewalk trash receptacles on the 2nd Tuesday of each month. The cost of providing this maintenance for 2009 is estimated at \$43,400, or 56% of the budget.

3) **Sidewalk Repairs:** Beyond instituting regular maintenance of the sidewalks and trees, the management Plan noted the need to correct physical hazards on the sidewalks that had been caused by uplifted tree roots. During this past year the Larchmont Village Property Owners were involved in a case settlement where the BID is responsible for \$65,000. No sidewalk repairs are scheduled for this fiscal year.

4) **Administration/Operating Expenses:** Dolan & Knight Property Management, Inc. provides the day-to-day management of the BID and charges \$700 per month. Directors and Officers insurance premiums are paid in the 2nd quarter of each year. The cost of providing administration for 2009 is estimated at \$14,600, or 19% of the 2009 Budget.

5) **Contingency/Reserve:** The contingency is used to cover uncollected assessments and unexpected expenditures. The contingency for 2009 will be \$4,591, or 6% of the 2009 Budget. Any additional funds carried over from 2008 will be added to this category.

Total Estimate of Cost for 2009: A breakdown of the total estimated 2009 budget is attached to this report as Appendix A.

Method and Basis of Assessment: The Method and Basis of levying the 2009 assessment is based on linear street frontage of each assessable parcel at a rate of \$35.09 per linear foot of street frontage along North Larchmont Boulevard. In accordance with the CPI Index for the Los Angeles region, the District's Owners' Association approved an annual assessment rate increase of 3 percent (the maximum amount allowed by the District's Management District Plan) for fiscal year 2009.

Amount of Surplus/Deficit from previous Fiscal Year: There is a surplus of \$4,961 from the 2008 fiscal year to be carried forward into fiscal year 2009. There is no deficit from 2008 to be carried forward.

Amount of Contributions from other sources: The BID has been receiving an annual donation of \$2,000.00 from the Dept. of Water & Power for holiday decorations. This money is passed on to the LBA due to the fact that they provide the decorations.

Larchmont Village Property
Business Improvement District
2008 Expenditures
2009 Projected Budget

TIN: 95-4687714

<u>Statement of Activities</u>	<u>Fiscal Year 2008 Annual Budget 1/1/08-12/31/08</u>	<u>Fiscal Year 2008 Annual Expenditures 1/1/08-12/31/08</u>	<u>Fiscal Year 2009 Annual Budget 1/1/09-12/31/09</u>
Support and Revenue			
Projected Assessment	74,152.37		76,201.45
Assessment Revenue	70,561.01	71,178.26	72,610.09
Borrowed Funds			
Reimbursement			
Interest Income	20.00	10.40	20.00
Balance from Prior Year	441.90	441.90	4,960.94
Total Revenue	71,022.91	71,630.56	77,591.03
Expenses			
Sidewalk Cleaning (Steam)	8,500.00	8,757.84	9,000.00
Sidewalk Daily Maintenance	6,400.00	1,300.00	6,400.00
Sidewalk Porter	25,000.00	27,500.00	28,000.00
Trash Liners (LBA)	500.00	0.00	0.00
Trash Pick-Up	0.00	0.00	0.00
Trash Bin (parking lot)	0.00	0.00	0.00
Tree Trimming	0.00	0.00	0.00
Sidewalk Repair	0.00	0.00	0.00
Administrative (MHC & D&K)	4,200.00	4,900.00	8,400.00
Insurance	5,000.00	4,395.00	5,000.00
Adm./Mgt. Services	1,100.00	1,508.19	1,100.00
Taxes/Fees/Permits	100.00	30.00	100.00
Sidewalk Security	15,000.00	10,000.00	15,000.00
Loan Repayment	5,000.00	5,000.00	0.00
Legal Settlement	0.00	3,000.00	0.00
Miscellaneous	0.00	278.59	0.00
Total Expenses	70,800.00	66,669.62	73,000.00
Balance Remaining	222.91	4,960.94	4,591.03